

**ENTERPRISE ZONE,
RIVER EDGE REDEVELOPMENT ZONE,
AND HIGH IMPACT BUSINESS
TAX INCENTIVES**

CALENDAR YEAR 2012

Submitted by

**The Illinois Department of Revenue
Under section 8.1(d) of the Illinois Enterprise Zone Act
20 ILCS 655/8.1(d) (2012)**

August 1, 2013

**Illinois Department of Revenue's
Report on Enterprise Zone, River Edge Redevelopment Zone and
High Impact Business Tax Incentives**

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STATE OF ILLINOIS

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BRIAN HAMER
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Governor

August 1, 2013

Mr. Adam Pollet
Director
Illinois Department of Commerce and
Economic Opportunity
James R. Thompson Center
100 W. Randolph Street
Chicago, IL 60601

Dear Director Pollet:

In accordance with section 8.1(d) of the Illinois Enterprise Zone Act, 20 ILCS 655/8.1(d) (2012), I am enclosing the Illinois Department of Revenue's (IDOR) 2013 Report on Enterprise Zone, River Edge Redevelopment Zone (RERZ) and High Impact Business Tax Incentives. The report details the tax incentive, job creation and capital investment data for the calendar year 2012 disclosed to IDOR by those receiving the tax incentives, with corroborating reports submitted by zone administrators and utility service providers.

Procedures

The data in this report was gathered from several sources statutorily required to provide information to IDOR.

Section 8.1(a) of the Illinois Enterprise Zone Act, required businesses that "receiv[ed] tax incentives due to [their] location within an Enterprise Zone," and businesses designated High Impact Businesses by the Department of Commerce and Economic Opportunity to detail the tax incentives they received in 2012. 20 ILCS 655/8.1(a) (2012). Five Hundred and twenty-six businesses located in an Enterprise Zone, and ten High Impact Businesses filed reports. Each report disclosed "the total Enterprise Zone or High Impact Business tax benefits received by the business broken down by incentive category and enterprise zone."¹ *Id.* Section 10-10.2(a) of the River

¹ The incentive categories include: sales tax, see 35 ILCS 120/5k, 5(l) (2012), 35 ILCS 120/1(e), 1(j) (2012); utility tax, 35 ILCS 173/5-50 (2012), 220 ILCS 5/9-222, 9-222.1 (2012); income tax, 35 ILCS 5/201(f) (2012), and property tax, 35 ILCS 200/18-170 (2012).

Edge Redevelopment Zone Act, 65 ILCS 115/10-10.2(a) (2012), required identical reports from those businesses receiving tax incentives because of their location in a RERZ.

Among other tax incentives, businesses located in an Enterprise Zone or RERZ, and High Impact Businesses, are exempt from the Illinois Gas Revenue Tax, Electricity Excise Tax, and the Telecommunications Excise Tax. 220 ILCS 5/9-222, 5/9-222.1A (2012). Section 8.1(b) of the Illinois Enterprise Zone Act required providers of utility services to “itemize[e] the amount of the deduction taken under [each utility tax] act due to the location of a business in an Enterprise Zone or its designation as a High Impact Business.” 20 ILCS 655/8.1(b) (2012). IDOR received twenty-two reports from providers of utility services. Section 10-10.2(b) of the River Edge Redevelopment Zone Act required utility providers to report the same data for businesses located in any of the State’s four RERZs. 65 ILCS 115/10-10.2(b) (2012).

Lastly, section 8.1(c) of the Enterprise Zone Act, and section 10-10.2(c) of the River Edge Redevelopment Zone Act required Enterprise Zone and RERZ Administrators and High Impact Businesses to report to IDOR “job creation, retention, and capital investment numbers.” 20 ILCS 655/8.1(c) (2012); 65 ILCS 115/10-10.2(c) (2012). Seventy of the ninety-six active Enterprise Zone and RERZ Administrators submitted reports. The ten High Impact Businesses that reported on their tax incentives also reported job creation, retention and capital investment data for calendar year 2012.

The data in this report was derived from the mandatory business reports submitted under section 8.1(a) of the Enterprise Zone Act and 10-10.2(a) of the River Edge Redevelopment Zone Act. IDOR staff checked this data against other available sources of information, including reports submitted by utilities and zone administrators, and conducted follow-up interviews with business representatives to confirm and substantiate data submissions. Reports were submitted electronically in March through May of 2013. Data was requested for the prior calendar year, January 1, 2012-December 31, 2012.

Limitations

This 2013 report is the first required by the Act. Some of the data submitted to IDOR – such as the identity of those purchasing, and the value of, tax-exempt building materials, the value of property tax abatements in Enterprise Zones, and the value of the Gas Use Tax exemption – was not available previously from any source. Consequently, IDOR could not confirm the completeness or accuracy of all of the tax expenditures reported.

IDOR expects compliance levels and verification procedures to improve going forward as more businesses and administrators (a) learn of the reporting requirements; (b) create internal compliance procedures; and (c) seek to avoid penalties for noncompliance. See 20 ILCS 655/8.1(a) (2013); 65 ILCS 115/10-10.2(a) (2013). Similarly, the State’s ability to secure accurate data will improve because of comparisons to historic reporting, the development of new procedures to improve the quality of submissions, and the State’s ability to verify those submissions.

Summary of Data

This report details the costs to the State of the tax incentives provided to High Impact Businesses and businesses located in Enterprise Zones and River Edge Redevelopment Zones. It also includes data on property tax abatement reported by businesses located in these categories. This report does not calculate the value of exemptions from local sales tax or the local portion of State sales tax because local costs vary based on factors specific to each zone and local taxing jurisdiction.

In 2012, Enterprise Zone, High Impact Business, and River Edge Redevelopment Zone tax incentives resulted in the State foregoing approximately \$115 million in tax revenue. The largest two components of these tax expenditures were (a) the exemption from sales tax on the purchase of building materials, and (b) the electricity excise tax exemption, accounting for approximately 46% of the total State tax expenditures. The value of the building materials exemption in lost sales tax to the State was approximately \$29 million, while the reported value of the electricity excise tax exemption was \$25 million.

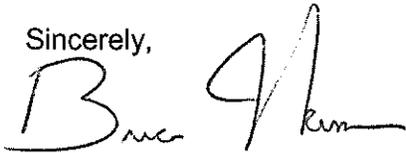
In the aggregate, businesses receiving tax incentives reported creating 4,671 jobs and investing approximately \$3.7 billion in 2012.

The value of all exemptions, broken down by exemption category and by zone is included on the table contained in this report. Investment and jobs data reported to IDOR also is provided in the attached tables, broken down by zone. Exemption and job creation data for High Impact Businesses are reported in the aggregate to comply with the requirements of section 8.1(d) of the Illinois Enterprise Zone Act. The report also includes charts breaking down the total tax expenditures by category and by geographic region.

Conclusion

The submission of this report fulfills IDOR's duty under section 8.1(d) of the Illinois Enterprise Zone Act, 20 ILCS 655/8.1(d) (2012). Reporting on 2013 tax incentives, job creation and investment will begin in January 2014. A report will be produced and provided to DCEO no later than August 1, 2014.

Sincerely,

A handwritten signature in black ink, appearing to read "Brian A. Hamer". The signature is written in a cursive style with a large initial "B" and a long, sweeping tail.

Brian A. Hamer
Director, Illinois Department of Revenue

Enterprise Zone Incentive Reporting 2012 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	-----Sales Tax-----					-----Utility Taxes-----			Income	State Tax Expenditures ⁵	Property Tax ⁶
	Building Materials ²	M&E Manufacturing	Pollution Control	M&E Graphic Arts	Other Sales Tax ³	Telecom	Natural Gas ⁴	Electricity	--Tax-- Investment Credit		
Total	23,782	18,608	2,250	1	-	3,643	13,929	23,573	17,307	103,093	8,426
ALTAMONT	-	-	-	-	-	-	-	-	0	0	-
AMERICAN BOTTOMS	1	37	-	-	-	2	269	30	0	338	-
BARTONVILLE/BELLEVUE/PEORIA COUNTY	147	205	32	-	-	-	132	1,581	20	2,116	92
BEARDSTOWN	132	187	15	-	-	-	97	455	27	913	6
BELLEVILLE	-	-	-	-	-	17	44	129	65	254	-
BELVIDERE/BOONE COUNTY	88	31	-	-	-	2	262	465	67	914	223
BENTON/FRANKLIN COUNTY	-	-	-	-	-	-	-	-	1	1	-
BLOOMINGTON/NORMAL/MCLEAN COUNTY	33	42	-	-	-	39	6	194	13	327	-
BUREAU/PUTNAM COUNTY	119	-	-	-	-	0	3	27	28	178	50
CAIRO/ALEXANDER COUNTY	-	-	-	-	-	-	-	-	3	3	-
CAL-SAG	107	-	-	-	-	-	168	-	46	321	49
CALUMET REGION	-	-	-	-	-	-	172	412	42	626	73
CANTON/FULTON COUNTY	206	-	-	-	-	-	-	-	-	206	318
CARMI/WHITE COUNTY	21	-	-	-	-	-	-	-	0	21	-
CENTRALIA AREA	-	-	-	-	-	-	0	-	29	29	49
CHAMPAIGN/CHAMPAIGN COUNTY	-	48	-	-	-	22	7	620	429	1,125	63
CHICAGO HEIGHTS	90	346	3	-	-	6	90	403	55	994	53
CHICAGO I	-	-	-	-	-	8	54	46	77	185	-
CHICAGO II	155	-	-	-	-	8	156	292	100	712	-
CHICAGO III	136	755	-	-	-	0	36	480	107	1,514	-
CHICAGO IV	670	442	-	-	-	111	50	311	272	1,857	-
CHICAGO V	8	-	-	-	-	5	30	58	61	162	-
CHICAGO VI	39	-	-	-	-	-	-	-	218	258	-
CICERO	406	-	-	-	-	0	13	25	147	592	-
CLARK COUNTY	-	-	-	-	-	-	-	-	0	0	189

Enterprise Zone Incentive Reporting 2012 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	-----Sales Tax-----					-----Utility Taxes-----			Income	State Tax Expenditures ⁵	Property Tax ⁶
	Building Materials ²	M&E Manufacturing	Pollution Control	M&E Graphic Arts	Other Sales Tax ³	Telecom	Natural Gas ⁴	Electricity	--Tax-- Investment Credit		
COLES COUNTY	15	-	-	-	-	10	64	158	66	312	73
DANVILLE/TILTON/VERMILION COUNTY	226	89	-	-	-	11	7	67	57	456	110
DECATUR/MACON COUNTY	1,424	5,053	256	-	-	566	1,336	3,828	1,289	13,752	190
DES PLAINES RIVER VALLEY	365	655	114	-	-	13	250	324	2,664	4,386	-
EAST PEORIA	352	1,380	160	-	-	4	292	745	485	3,418	-
EAST ST. LOUIS AREA	-	-	-	-	-	-	-	-	14	14	-
EFFINGHAM/EFFINGHAM COUNTY	-	-	-	-	-	-	1	13	17	32	139
ELGIN	28	-	-	-	-	-	-	-	20	47	-
FAIRFIELD/WAYNE COUNTY	-	-	-	-	-	-	-	-	13	13	-
FLORA/CLAY COUNTY	1	5	-	-	-	1	10	154	7	178	17
FORD HEIGHTS/SAUK VILLAGE	-	-	-	-	-	-	-	-	1	1	-
FREEPORT/STEPHENSON COUNTY	568	385	-	-	-	4	299	84	65	1,404	-
GALESBURG	17	-	-	-	-	-	-	-	58	75	-
GATEWAY COMMERCE CENTER	300	-	-	-	-	-	-	-	1	301	-
GREENVILLE/SMITHBORO	-	-	-	-	-	-	-	-	0	0	-
HARVEY/PHOENIX/HAZEL CREST	-	-	-	-	-	-	-	-	35	35	-
HOFFMAN ESTATES	2	-	-	-	-	1,663	-	117	11	1,793	-
ILLINOIS VALLEY	537	21	76	-	-	-	57	159	41	890	622
JACKSON COUNTY	180	-	-	-	-	-	-	-	15	195	224
JACKSONVILLE/MORGAN COUNTY	-	-	-	-	-	5	12	279	30	325	-
JO-CARROLL	-	-	-	-	-	-	-	-	-	-	-
JOLIET ARSENAL	134	52	532	-	-	-	-	-	448	1,164	-
KANKAKEE COUNTY (MANTENO)	-	-	-	-	-	5	-	19	2	26	-
KANKAKEE RIVER VALLEY	1	1,075	30	-	-	11	172	723	60	2,072	12
KEWANEE	6,307	-	-	-	-	-	-	-	11	6,318	-
LAWRENCEVILLE/LAWRENCE COUNTY	-	-	-	-	-	-	-	-	0	0	-

Enterprise Zone Incentive Reporting 2012 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	-----Sales Tax-----					-----Utility Taxes-----			Income	State Tax Expenditures ⁵	Property Tax ⁶
	Building Materials ²	M&E Manufacturing	Pollution Control	M&E Graphic Arts	Other Sales Tax ³	Telecom	Natural Gas ⁴	Electricity	--Tax-- Investment Credit		
LEE COUNTY/OGLE COUNTY	761	180	-	-	-	3	2	19	37	1,003	136
LINCOLN/ELKHART/LOGAN CO.	136	11	-	-	-	-	32	3	61	243	701
MACOMB/MCDONOUGH COUNTY	-	-	-	-	-	-	-	-	2	2	-
MARSHALL COUNTY/STARK COUNTY	-	0	-	-	-	0	0	1	5	7	76
MASSAC COUNTY	138	16	237	-	-	7	9	129	74	610	34
MAYWOOD	-	-	-	-	-	-	-	-	2	2	-
MCCOOK/HODGKINS	73	-	-	-	-	122	61	154	80	489	-
MCLEANSBORO/HAMILTON COUNTY	1	-	-	-	-	-	-	-	-	1	-
MENDOTA/LASALLE COUNTY	25	-	-	-	-	-	0	-	41	67	3
MIDAMERICA ST. CLAIR COUNTY	-	-	-	-	-	-	-	-	0	0	-
MONMOUTH	17	417	-	-	-	6	11	112	7	570	-
MONTGOMERY COUNTY	373	-	-	-	-	-	-	-	5	378	-
MORTON	117	1	-	-	-	-	-	100	185	402	71
MOUND CITY/PULASKI CITY/MOUNDS	-	-	-	-	-	-	-	-	0	0	-
MT. CARMEL	-	-	-	-	-	-	-	-	0	0	-
MT. VERNON/JEFFERSON COUNTY	-	-	-	-	-	-	3	71	68	141	41
NASHVILLE/WASHINGTON COUNTY	4,243	-	719	-	-	-	280	364	1	5,605	-
OLNEY/NEWTON/JASPER COUNTY/RICHLAND COUNTY	2,095	-	-	-	-	1	2	5	17	2,121	-
OTTAWA/LASALLE COUNTY/GRUNDY CO.	12	-	-	-	-	-	298	454	32	797	100
PEKIN/TAZEWELL COUNTY	702	24	-	-	-	-	-	-	1	727	378
PEORIA	629	57	-	1	-	456	2,229	627	187	4,184	519
PERRY	-	-	-	-	-	-	-	-	2	2	-
QUAD CITIES	238	312	-	-	-	374	80	365	684	2,052	-

Enterprise Zone Incentive Reporting 2012 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	-----Sales Tax-----					-----Utility Taxes-----			Income	State Tax Expenditures ⁵	Property Tax ⁶
	Building Materials ²	M&E Manufacturing	Pollution Control	M&E Graphic Arts	Other Sales Tax ³	Telecom	Natural Gas ⁴	Electricity	--Tax-- Investment Credit		
QUINCY/ADAMS COUNTY/BROWN COUNTY	62	235	1	-	-	50	236	436	51	1,070	987
RANTOUL	-	-	-	-	-	-	-	-	5	5	-
RIVERBEND	42	1,918	28	-	-	46	2,903	4,146	5,177	14,259	48
ROBINSON/CRAWFORD COUNTY	1,071	1,154	-	-	-	5	1,154	1,607	884	5,876	212
ROCK ISLAND	-	-	-	-	-	-	-	-	14	14	0
ROCKFORD	-	-	-	-	-	-	-	-	43	43	-
SALEM/MARION COUNTY	-	-	-	-	-	1	2	113	1	117	-
SALINE COUNTY	-	-	-	-	-	-	-	-	2	2	17
SOUTH BELOIT/ROCKTON/WINNEBAGO COUNTY	-	-	-	-	-	-	-	-	4	4	-
SPRINGFIELD	-	-	-	-	-	-	-	-	14	14	-
STREATOR AREA	50	-	-	-	-	-	-	-	119	169	897
SUMMIT/BEDFORD PARK	-	85	-	-	-	13	6	172	277	553	-
SW MADISON COUNTY	16	2,057	-	-	-	32	2,315	1,421	1,444	7,285	-
TAYLORVILLE/CHRISTIAN COUNTY	-	-	-	-	-	-	-	-	0	0	-
URBANA	-	157	-	-	-	-	26	12	23	218	5
VANDALIA/FAYETTE COUNTY/BROWNSTOWN	-	-	-	-	-	-	-	-	17	17	-
WASHINGTON	29	19	-	-	-	5	41	149	24	267	8
WAUKEGAN/NORTH CHICAGO	-	-	-	-	-	-	-	-	76	76	-
WEST FRANKFORT	-	-	-	-	-	-	-	-	0	0	-
WESTERN ILLINOIS ECONOMIC DEVELOPMENT AUTHORITY	-	-	-	-	-	-	-	-	-	-	-
WHITESIDE COUNTY/CARROLL COUNTY	123	666	49	-	-	8	155	871	244	2,117	1,030
WILLIAMSON COUNTY	16	493	-	-	-	2	1	42	178	731	611

Enterprise Zone Incentive Reporting 2012 - Tax Expenditures (all \$ in thousands)

Zone Name ¹	-----Sales Tax-----					-----Utility Taxes-----			Income	State Tax Expenditures ⁵	Property Tax ⁶
	Building Materials ²	M&E Manufacturing	Pollution Control	M&E Graphic Arts	Other Sales Tax ³	Telecom	Natural Gas ⁴	Electricity	--Tax-- Investment Credit		
Total	23,782	18,608	2,250	1	-	3,643	13,929	23,573	17,307	103,093	8,426

- ¹ The Illinois Enterprise Zone Map, and contact information for the administrator of each zone, can be found on the Illinois Department of Commerce and Economic Opportunity (DCEO) website at: http://www.ildceo.net/dceo/Bureaus/Business_Development/Tax+Assistance/Enterprise-Zone.htm.
- ² IDOR calculated the value of the building materials sales tax exemption by assuming building materials comprised 50% of the value of each project. In subsequent years, holders of building material exemption certificates will report the value of their specific exempt purchases, eliminating the need for estimates, which are necessarily less exact.
- ³ Other Sales Tax Incentives include exemptions for High Impact Service Facilities, High Impact Service Facility Jet Fuel, Aircraft Maintenance Facility Expanded Machinery and Equipment, and Aircraft Maintenance Facility Designated Tangible Personal Property.
- ⁴ The natural gas exemption includes the value of the exemptions from the Natural Gas Revenue Tax and the Natural Gas Use Tax. Reports submitted by utilities under section 8.1(b) were compared to business disclosures of the value of exemptions from the Gas Revenue Tax. However, there is no data available to confirm the number of recipients, or the value, of the Gas Use Tax exemption.
- ⁵ "State Tax Expenditures" quantifies the money the State would have received from taxes on the purchases and income of Enterprise Zone-located businesses that were exempt from such taxes.
- ⁶ Follow-up discussions with reporting businesses revealed that many did not know whether they had received property tax abatement, or in what percentage. In addition, businesses did not consistently report the data for this category. The value of property tax abatement to enterprise zone-located businesses is not included in total State Tax Expenditures because property tax is assessed by, and remitted to, local taxing jurisdictions.

Enterprise Zone Incentives Reporting 2012 - Jobs and Investment (all \$ in thousands)

Zone Name ¹	State Tax Expenditures⁵	2012 Employment⁷	Jobs Created/Lost	Jobs Retained⁸	Capital Investment⁹
Total	103,093	129,685	4,671	54,401	3,225,149
ALTAMONT	0	-	-	-	-
AMERICAN BOTTOMS	338	490	4	260	1,322
BARTONVILLE/BELLEVUE/PEORIA COUNTY	2,116	739	65	58	18,567
BEARDSTOWN	913	2,119	(36)	-	7,805
BELLEVILLE	254	1,235	(83)	12	72
BELVIDERE/BOONE COUNTY	914	4,880	1,622	153	106,944
BENTON/FRANKLIN COUNTY	1	-	-	-	-
BLOOMINGTON/NORMAL/MCLEAN COUNTY	327	2,232	3	1,381	65,543
BUREAU/PUTNAM COUNTY	178	912	28	-	10,267
CAIRO/ALEXANDER COUNTY	3	-	-	-	-
CAL-SAG	321	450	19	375	6,817
CALUMET REGION	626	831	29	186	15,517
CANTON/FULTON COUNTY	206	77	7	70	1,258
CARMI/WHITE COUNTY	21	235	10	225	1,632
CENTRALIA AREA	29	81	7	30	668
CHAMPAIGN/CHAMPAIGN COUNTY	1,125	2,599	(41)	1,634	55,461
CHICAGO HEIGHTS	994	1,927	246	1,667	55,151
CHICAGO I	185	754	84	564	46,402
CHICAGO II	712	1,412	188	709	33,173
CHICAGO III	1,514	4,335	312	4,023	50,368
CHICAGO IV	1,857	4,955	159	3,680	37,529
CHICAGO V	162	2,172	207	264	20,991
CHICAGO VI	258	808	176	239	36,760
CICERO	592	934	274	158	12,381
CLARK COUNTY	0	126	(8)	-	783
COLES COUNTY	312	1,762	7	318	9,519
DANVILLE/TILTON/VERMILION COUNTY	456	2,152	186	1,345	119,282

Zone Name ¹	State Tax Expenditures ⁵	2012 Employment ⁷	Jobs Created/Lost	Jobs Retained ⁸	Capital Investment ⁹
DECATUR/MACON COUNTY	13,752	9,048	(320)	5,881	346,470
DES PLAINES RIVER VALLEY	4,386	3,440	(335)	1,983	83,046
EAST PEORIA	3,418	5,945	179	89	252,721
EAST ST. LOUIS AREA	14	58	4	52	1,245
EFFINGHAM/EFFINGHAM COUNTY	32	760	30	582	11,399
ELGIN	47	4	-	4	124
FAIRFIELD/WAYNE COUNTY	13	140	(5)	-	29
FLORA/CLAY COUNTY	178	1,130	(221)	995	4,760
FORD HEIGHTS/SAUK VILLAGE	1	-	-	-	-
FREEPORT/STEPHENSON COUNTY	1,404	988	(1)	675	22,398
GALESBURG	75	140	22	42	4,005
GATEWAY COMMERCE CENTER	301	117	117	-	25,000
GREENVILLE/SMITHBORO	0	117	(9)	-	-
HARVEY/PHOENIX/HAZEL CREST	35	70	13	39	465
HOFFMAN ESTATES	1,793	6,139	(632)	4,225	2,058
ILLINOIS VALLEY	890	840	147	357	227,738
JACKSON COUNTY	195	535	51	178	12,907
JACKSONVILLE/MORGAN COUNTY	325	1,114	(15)	-	876
JO-CARROLL	-	-	-	-	-
JOLIET ARSENAL	1,164	1,310	25	-	28,468
KANKAKEE COUNTY (MANTENO)	26	82	(9)	5	1,511
KANKAKEE RIVER VALLEY	2,072	3,815	178	461	49,456
KEWANEE	6,318	303	(2)	70	163,121
LAWRENCEVILLE/LAWRENCE COUNTY	0	-	-	-	-
LEE COUNTY/OGLE COUNTY	1,003	889	(32)	370	38,755
LINCOLN/ELKHART/LOGAN CO.	243	1,131	43	117	44,193
MACOMB/MCDONOUGH COUNTY	2	25	10	15	640
MARSHALL COUNTY/STARK COUNTY	7	238	(78)	50	854
MASSAC COUNTY	610	424	(15)	419	14,508
MAYWOOD	2	26	1	24	53

Zone Name ¹	State Tax Expenditures ⁵	2012 Employment ⁷	Jobs Created/Lost	Jobs Retained ⁸	Capital Investment ⁹
MCCOOK/HODGKINS	489	2,707	36	13	37,467
MCLEANSBORO/HAMILTON COUNTY	1	62	1	-	500
MENDOTA/LASALLE COUNTY	67	183	11	8	7,096
MIDAMERICA ST. CLAIR COUNTY	0	2	-	-	8
MONMOUTH	570	1,564	42	1,522	6,390
MONTGOMERY COUNTY	378	472	15	162	2,125
MORTON	402	2,079	8	84	11,766
MOUND CITY/PULASKI CITY/MOUNDS	0	-	-	-	-
MT. CARMEL	0	-	-	-	-
MT. VERNON/JEFFERSON COUNTY	141	1,361	(34)	1,032	12,505
NASHVILLE/WASHINGTON COUNTY	5,605	490	52	13	170,074
OLNEY/NEWTON/JASPER COUNTY/RICHLAND COUNTY	2,121	892	(4)	143	159,196
OTTAWA/LASALLE COUNTY/GRUNDY CO.	797	1,206	(3)	138	23,397
PEKIN/TAZEWELL COUNTY	727	454	(19)	454	25,895
PEORIA	4,184	6,770	1,571	594	112,747
PERRY	2	180	(3)	26	214
QUAD CITIES	2,052	8,283	719	7,456	192,548
QUINCY/ADAMS COUNTY/BROWN COUNTY	1,070	5,201	199	2,359	27,436
RANTOUL	5	164	-	51	237
RIVERBEND	14,259	4,005	(101)	1,884	172,827
ROBINSON/CRAWFORD COUNTY	5,876	1,920	(376)	42	43,959
ROCK ISLAND	14	294	(14)	118	16,149
ROCKFORD	43	34	(1)	25	51
SALEM/MARION COUNTY	117	784	(19)	784	3,764
SALINE COUNTY	2	336	(18)	61	2,367
SOUTH BELOIT/ROCKTON/WINNEBAGO COUNTY	4	169	9	-	802
SPRINGFIELD	14	41	6	17	358
STREATOR AREA	169	298	(13)	89	2,906

Zone Name ¹	State Tax Expenditures ⁵	2012 Employment ⁷	Jobs Created/Lost	Jobs Retained ⁸	Capital Investment ⁹
SUMMIT/BEDFORD PARK	553	2,259	119	1,090	54,589
SW MADISON COUNTY	7,285	3,987	(278)	651	42,597
TAYLORVILLE/CHRISTIAN COUNTY	0	-	-	-	-
URBANA	218	903	(19)	456	472
VANDALIA/FAYETTE COUNTY/BROWNSTOWN	17	234	(17)	7	58
WASHINGTON	267	1,534	32	65	17,136
WAUKEGAN/NORTH CHICAGO	76	138	(17)	32	94
WEST FRANKFORT	0	24	1	23	52
WESTERN ILLINOIS ECONOMIC DEVELOPMENT AUTHORITY	-	-	-	-	-
WHITESIDE COUNTY/CARROLL COUNTY	2,117	2,608	142	221	19,426
WILLIAMSON COUNTY	731	1,002	33	797	6,925
Total	103,093	129,685	4,671	54,401	3,225,149

¹ The Illinois Enterprise Zone Map, and contact information for the administrator of each zone, can be found on the Illinois Department of Commerce and Economic Opportunity (DCEO) website at:

http://www.ildceo.net/dceo/Bureaus/Business_Development/Tax+Assistance/Enterprise-Zone.htm.

⁵ "State Tax Expenditures" quantifies the money the State would have received from taxes on the purchases and income of Enterprise Zone-located businesses that were exempt from such taxes.

⁷ 2012 employment was calculated by taking all hours worked by all persons during the year and dividing by 1,820 hours.

⁸ A "retained job" is statutorily defined as a "job preserved at a specific facility or site, the continuance of which is threatened by a specific and demonstrable threat." 20 ILCS 655/3(j) (2012). Businesses calculated and reported "retained jobs," but were not asked to describe the "specific and demonstrable threat" to those jobs.

⁹ Each business was required to report its capital investment for the calendar year 2012. However, follow-up discussions with businesses revealed substantial misunderstanding of this requirement with many businesses reporting capital investment over longer periods. IDOR corrected the capital investment data when it had specific information on 2012 investments, but IDOR was not able to confirm reports from all 526 businesses. Thus, the capital investment data likely is overstated.

River Edge Redevelopment Zone Reporting 2012 - Tax Expenditures (all \$ in thousands)

Zone Name	--Sales Tax--	-----Income Tax-----		State Tax Expenditures¹¹	Property Tax¹²
	Building Materials²	Investment Credit	Other Income Tax¹⁰		
Aurora	0	2	-	2	0
East St. Louis	0	-	-	-	0
Elgin	0	-	-	-	0
Rockford	117	12	-	129	0
Total	117	14	-	131	0

² IDOR calculated the value of the building materials sales tax exemption by assuming building materials comprised 50% of the value of each project. In subsequent years, holders of building material exemption certificates will report the value of their specific exempt purchases, eliminating the need for estimates, which are necessarily less exact.

¹⁰ Includes the River Edge Environmental Remediation Credit, the River Edge Historic Preservation Credit, the Job Tax Credit, the Dividend Deduction, Interest Deduction, and Contribution Deduction

¹¹ "State Tax Expenditures" quantifies the money the State would have received from taxes on the purchases and income of River Edge Redevelopment Zone-located businesses that were exempt from such taxes.

¹² The value of property tax abatement to River Edge Redevelopment Zone-located businesses is not included in total State Tax Expenditures because property tax is assessed by, and remitted to, local taxing jurisdictions.

River Edge Redevelopment Zone Reporting 2012 - Jobs and Investment (all \$ in thousands)

Zone Name	State Tax Expenditures¹¹	2012 Employment⁷	Jobs Created/Lost	Jobs Retained⁸	Capital Investment⁹
Aurora	2	36	26	-	10
East St. Louis	-	-	-	-	-
Elgin	-	-	-	-	-
Rockford	129	60	-	-	10,657
Total	131	96	26	-	10,667

⁷ 2012 employment was calculated by taking all hours worked by all persons during the year and dividing by 1,820 hours.

⁸ A “retained job” is statutorily defined as a “job preserved at a specific facility or site, the continuance of which is threatened by a specific and demonstrable threat.” 20 ILCS 655/3(j) (2012). Businesses calculated and reported “retained jobs,” but were not asked to describe the “specific and demonstrable threat” to those jobs.

⁹ Each business was required to report its capital investment for the calendar year 2012. However, follow-up discussions with businesses revealed substantial misunderstanding of this requirement with many businesses reporting capital investment over longer periods. IDOR corrected the capital investment data when it had specific information on 2012 investments, but IDOR was not able to confirm reports from all 526 businesses. Thus, the capital investment data likely is overstated.

¹¹ “State Tax Expenditures” quantifies the money the State would have received from taxes on the purchases and income of River Edge Redevelopment Zone-located businesses that were exempt from such taxes.

High Impact Business Incentive Reporting 2012 - Tax Expenditures (all \$ in thousands)

	-----Sales Tax-----			-----Utility Taxes-----			-Income Tax-	State Tax Expenditures ¹³
	Building Materials ²	M&E Manufacturing	M&E Graphic Arts	Telecom	Natural Gas ⁴	Electricity	Investment Credit	
High Impact Businesses	4,699	2,310	-	806	652	1,897	1,165	11,529

² IDOR calculated the value of the building materials sales tax exemption by assuming building materials comprised 50% of the value of each project. In subsequent years, holders of building material exemption certificates will report the value of their specific exempt purchases, eliminating the need for estimates, which are necessarily less exact.

³ The natural gas exemption includes the value of the exemptions from the Natural Gas Revenue Tax and the Natural Gas Use Tax. Reports submitted by utilities under section 8.1(b) were compared to business disclosures of the value of exemptions from the Gas Revenue Tax. However, there is no data available to confirm the number of recipients, or the value, of the Gas Use Tax exemption.

¹³ "State Tax Expenditures" quantifies the money the State would have received from taxes on the purchases and income of High Impact Businesses that were exempt from such taxes.

High Impact Business Reporting 2012 - Jobs and Investment (all \$ in thousands)

	State Tax Expenditures¹³	2012 Employment⁷	Jobs Created/Lost	Jobs Retained⁸	Capital Investment⁹
High Impact Businesses	11,529	21,170	(931)	6,424	443,179

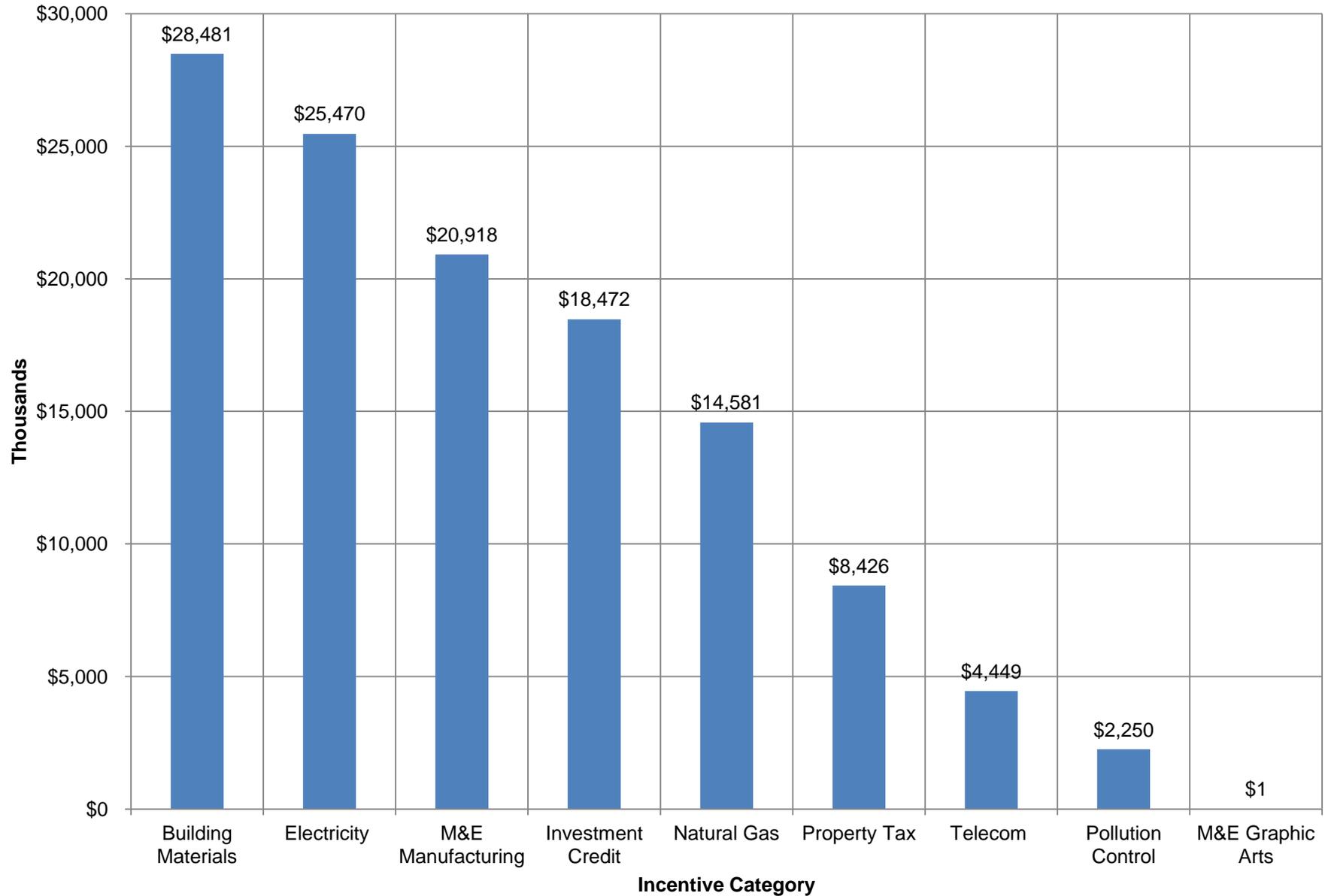
⁷ 2012 employment was calculated by taking all hours worked by all persons during the year and dividing by 1,820 hours.

⁸ A “retained job” is statutorily defined as a “job preserved at a specific facility or site, the continuance of which is threatened by a specific and demonstrable threat.” 20 ILCS 655/3(j) (2012). Businesses calculated and reported “retained jobs,” but were not asked to describe the “specific and demonstrable threat” to those jobs.

⁹ Each business was required to report its capital investment for the calendar year 2012. However, follow-up discussions with businesses revealed substantial misunderstanding of this requirement with many businesses reporting capital investment over longer periods. IDOR corrected the capital investment data when it had specific information on 2012 investments, but IDOR was not able to confirm reports from all 526 businesses. Thus, the capital investment data likely is overstated.

¹³ “State Tax Expenditures” quantifies the money the State would have received from taxes on the purchases and income of High Impact Businesses that were exempt from such taxes.

Tax Expenditure Totals by Incentive Category



Enterprise Zone Tax Expenditures by Geographic Region

(All \$ in thousands)

